

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

STARRED QUESTION NO:29  
ANSWERED ON:25.02.2000  
COMPANIES INVOLVED IN ECONOMIC OFFENCES  
RAGHUNANDAN LAL BHATIA

**Will the Minister of FINANCE be pleased to state:**

- (a) the number of companies, Indian and foreign, involved in economic offences during the last three years;
- (b) the details of the economic offences committed;
- (c) whether any action has been taken by the Government against the companies concerned; and
- (d) if so, the details thereof?

**Answer**

MINISTRY OF STATE IN THE MINISTRY OF FINANCE

(SHRI V. DHANANJAYA KUMAR)

(a)-(d) : A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO. 29 TO BE ANSWERED ON FEBRUARY, 2000 REGARDING COMPANIES INVOLVED IN ECONOMIC OFFENCES

(a): The number of companies against which action has been taken for violations under the Customs Act, Income Tax Act and Foreign Exchange Regulation Act, during the last three years, is 8269.

(b): The major violation are wilful attempt to evade taxes, filling of false returns, under/over valuation of goods, fraudulent claims of drawback, misdeclaration/wrong classification, misuse of modvat credit, non-realisation of export proceeds, dealing in foreign exchange without RBI permission and dealings in Hawala transactions.

(c): Yes, Sir.

(d): The action taken include issue of show cause notices, imposition of penalties and fines, and launching of prosecution.